IN THE UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF TEXAS **AUSTIN DIVISION**

JENNIFER LANE, DVM, and REBECCA BLACKWOOD, DVM, Plaintiffs, ٧, CIVIL ACTION NO. 1:12-CV-00639 SCOTT & WHITE HEALTHCARE; 888888 SCOTT and WHITE MEMORIAL HOSPITAL and SCOTT, SHERWOOD

AND BRINDLEY FOUNDATION, and RICHARD BESWICK, PHD, MBA, Defendants.

DEFENDANTS' ORIGINAL ANSWER TO PLAINTIFFS' ORIGINAL COMPLAINT

TO THE HONORABLE JUDGE LEE YEAKEL:

COME NOW Defendants, Scott & White Healthcare, Scott and White Memorial Hospital and Scott, Sherwood and Brindley Foundation (now Scott & White Memorial Hospital), and Dr. Richard Beswick ("Defendants"); and pursuant to Federal Rule of Civil Procedure 8(b), file the following Original Answer in the above-entitled and styled case. Defendants' Original Answer corresponds with the enumerated paragraphs in Plaintiffs' Original Complaint.

1. Defendants admit that Plaintiffs have complained about Scott & White Healthcare, Scott & White Memorial Hospital and Scott, Sherwood and Brindley Foundation and Dr. Richard Beswick, though Defendants maintain that Plaintiffs have, in part, incorrectly named these parties.

I. PARTIES

2. Defendants admit the allegation in Paragraph 2 of Plaintiffs' Original Complaint that Plaintiff Jennifer Lane is a natural person. Defendants lack knowledge or information sufficient to form a belief about the truth of Plaintiffs' allegation that Plaintiff Jennifer Lane is a resident of Middlesex County, Massachusetts, and therefore such allegation is denied.

- 3. Defendants admit the allegation in Paragraph 3 of Plaintiffs' Original Complaint that Plaintiff Rebecca Blackwood is a natural person. Defendants lack knowledge or information sufficient to form a belief about the truth of Plaintiffs' allegation that Plaintiff Rebecca Blackwood is a resident of Bell County, Texas, and therefore such allegation is denied.
- 4. Defendants admit the allegations in Paragraph 4 of Plaintiffs' Original Complaint.
- 5. Defendants deny the allegations in Paragraph 5 of Plaintiffs' Original Complaint because Plaintiffs have incorrectly identified this entity.
- 6. Defendants admit the allegations in Paragraph 6 of Plaintiffs' Original Complaint.

II. JURISDICTION AND VENUE

- 7. Based on information and belief, Defendants deny the allegations in Paragraph 7 of Plaintiffs' Original Complaint that this court has subject matter jurisdiction over this lawsuit.
- 8. Defendants admit the allegations in Paragraph 8 of Plaintiffs' Original Complaint, that venue is proper in this Court because Defendants reside in the Western District of Texas and a substantial part of the events or omissions giving rise to the claims occurred in the Western District of Texas, but Defendants deny that the Austin Division is the most convenient venue for the parties and witnesses involved in this lawsuit.

III. FACTS

- 9. Defendants deny the allegations in Paragraph 9 of Plaintiffs' Original Complaint. Moreover, Defendants deny any and all averments in Plaintiffs' Original Complaint against Scott & White Healthcare in which Plaintiffs refer to Scott & White Healthcare is an improper defendant herein. To the extent Defendants respond to Plaintiffs' allegations against "Scott & White" or "they" in reference to Scott & White, Defendants are referring to Scott & White Memorial Hospital, not Scott & White Healthcare.
- 10. Defendants deny the allegations in Paragraph 10 of Plaintiffs' Original Complaint.
- 11. Defendants deny the allegations in Paragraph 11 of Plaintiffs' Original Complaint other than the third sentence, which Defendants admit.
- 12. Defendants deny the allegations in Paragraph 12 of Plaintiffs' Original Complaint.
- 13. Defendants deny the allegations in Paragraph 13 of Plaintiffs' Original Complaint, except to admit that Plaintiffs were hired to satisfy the federal requirements of veterinary care and ensure an existing program of compliance across the Temple research facilities for the treatment of laboratory animals.
- 14. Defendants admit the allegations in the first sentence of Paragraph 14 of Plaintiffs' Original Complaint. Defendants deny the second sentence of this paragraph.

- 15. Defendants admit that Dr. Beswick was in part responsible and supervised research but deny that Dr. Beswick managed research, as averred in the first sentence of this paragraph. Defendants admit the second sentence of this paragraph.
- 16. Defendants admit the allegations in Paragraph 16 of Plaintiffs' Original Complaint.
- 17. Defendants admit the allegations in Paragraph 17 of Plaintiffs' Original Complaint.
- 18. Defendants admit the allegations in the first sentence of Paragraph 18 of Plaintiffs' Original Complaint. Defendants lack knowledge or information sufficient to form a belief about the truth of Plaintiffs' allegation in the second sentence of Paragraph. Defendants admit the third sentence of this paragraph.
- 19. Defendants admit the allegations in Paragraph 19 of Plaintiffs' Original Complaint.
- 20. Defendants admit the allegations in Paragraph 20 of Plaintiffs' Original Complaint.
- 21. Defendants admit the allegations in Paragraph 21 of Plaintiffs' Original Complaint.
- 22. Defendants admit the allegations in Paragraph 22 of Plaintiffs' Original Complaint, except that Defendants deny that the Assurance was submitted through Veterans Health Care.
- 23. Defendants admit the allegations in Paragraph 23 of Plaintiffs' Original Complaint.

- 24. Defendants admit the first sentence of Paragraph 24 of Plaintiffs' Original Complaint, except to deny that the local practitioner possessed no animal laboratory research experience. Defendants deny the allegations in the second sentence of this paragraph.
- 25. Defendants deny the allegations in Paragraph 25 of Plaintiffs' Original Complaint.
- 26. Defendants deny the Paragraph 26 of Plaintiffs Original Complaint.
- 27. Defendants deny the allegations in Paragraph 27 of Plaintiffs' Original Complaint.
- 28. Defendants admit the allegations in the first three sentences of Paragraph 28 of Plaintiffs' Original Complaint, except that Defendants deny the portions of this paragraph that claim that Plaintiffs possessed experience with a "variety of species." Defendants deny the final sentence of this paragraph.
- 29. Defendants deny the allegations in Paragraph 29 of Plaintiffs' Original Complaint.
- 30. Defendants admit the allegations in Paragraph 30 of Plaintiffs' Original Complaint.
- 31. Defendants admit the allegations in Paragraph 31 of Plaintiffs' Original Complaint.
- 32. Defendants deny the allegations in the first sentence of Paragraph 32 of Plaintiffs' Original Complaint that aver that Plaintiffs were "promised" anything. Defendants lack knowledge or information sufficient to form a belief about the truth of the allegations in

the remainder of Paragraph 32 of Plaintiffs' Original Complaint, and therefore said allegations are denied.

- 33. Defendants lack knowledge or information sufficient to form a belief about the truth of the allegations in Paragraph 33 of Plaintiffs' Original Complaint, and therefore said allegations are denied.
- 34. Defendants deny the allegations in Paragraph 34 of Plaintiffs' Original Complaint.
- 35. Defendants lack knowledge or information sufficient to form a belief about the truth of the allegations in Paragraph 35 of Plaintiffs' Original Complaint, and therefore said allegations are denied.
- 36. Defendants deny the first sentence of Plaintiffs' Original Complaint. Defendants admit the second sentence of this paragraph. Defendants deny the third and fourth sentences of this paragraph.
- 37. Defendants lack knowledge or information sufficient to form a belief about the truth of the allegations in Paragraph 37 of Plaintiffs' Original Complaint, and therefore said allegations are denied.
- 38. Defendants lack knowledge or information sufficient to form a belief about the truth of the allegations in Paragraph 38 of Plaintiffs' Original Complaint, and therefore said allegations are denied.
- 39. Defendants deny the first sentence in this paragraph. Defendants admit the second sentence of this paragraph. Defendants lack knowledge or information sufficient to form a belief about the truth of the allegations in the remainder of this paragraph.

- 40. Defendants lack knowledge or information sufficient to form a belief about the truth of the allegations in the first two sentences of this paragraph. Defendants admit the final sentence of this paragraph.
- 41. Defendants lack knowledge or information sufficient to form a belief about the truth of the allegations in Paragraph 41 of Plaintiffs' Original Complaint, and therefore said allegations are denied.
- 42. Defendants deny the first sentence of this paragraph except to admit that Researcher C was silent during the event. Defendants lack knowledge or information sufficient to form a belief about the truth of the allegations in the second sentence of this paragraph except to admit that the Researcher referred to Dr. Lane as "unstable." Defendants deny the averments in the remainder of this paragraph.
- 43. Defendants lack knowledge or information sufficient to form a belief about the truth of the allegations in Paragraph 43 of Plaintiffs' Original Complaint, and therefore said allegations are denied.
- 44. Defendants lack knowledge or information sufficient to form a belief about the truth of the allegations in Paragraph 44 of Plaintiffs' Original Complaint, and therefore said allegations are denied.
- 45. Defendants deny the allegations in Paragraph 45 of Plaintiffs' Original Complaint.
- 46. Defendants deny the allegations in Paragraph 46 of Plaintiffs' Original Complaint.
- 47. Defendants deny the allegations in Paragraph 47 of Plaintiffs' Original Complaint.

- 48. Defendants admit the first sentence of this paragraph only to the extent that there exist policies which speak to Human Resources input on disciplinary matters; Defendants otherwise deny the allegations in Paragraph 48 of Plaintiffs' Original Complaint.
- 49. Defendants deny the allegations in Paragraph 49 of Plaintiffs' Original Complaint.
- Based on information and belief, Defendants admit the allegations in the first sentence of Paragraph 50 of Plaintiffs' Original Complaint, except that Defendants deny that Plaintiff was terminated. Defendants lack knowledge or information sufficient to form a belief about the truth of the allegations in the second and third sentences of this paragraph. Defendants admit the allegations in the fourth sentence except that Defendants lack knowledge or information sufficient to form a belief about the date identified in this sentence. Defendants deny the fifth sentence in this paragraph. Defendants admit the sixth sentence of this paragraph. Defendants admit the final sentence of this paragraph.
- 51. Defendants deny the first three sentences of this paragraph. Defendants lack knowledge or information sufficient to form a belief about verbatim quoted words identified in the fourth sentence but admit that a conversation took place, though Defendants deny that the context of the conversation involved compliance issues. Defendants deny the fifth and sixth sentences of this paragraph.
- 52. Defendants deny the allegations in the first two sentences of Paragraph 52 of Plaintiffs' Original Complaint, except to admit only that Dr. Blackwood served as Interim Attending Veterinarian. Defendants deny the remainder of this paragraph.

53. Defendants deny the allegations in Paragraph 53 of Plaintiffs' Original Complaint.

IV. CAUSES OF ACTION

A. Breach of Contract

- 54. Defendants deny the allegations in Paragraph 54 of Plaintiffs' Original Complaint.
- 55. Defendants deny the allegations in Paragraph 55 of Plaintiffs' Original Complaint.
- 56. Defendants deny the allegations in Paragraph 56 of Plaintiffs' Original Complaint.
- 57. Defendants deny the allegations in Paragraph 57 of Plaintiffs' Original Complaint.
- 58. Defendants deny the allegations in Paragraph 58 of Plaintiffs' Original Complaint.

B. Section 1983

- 59. Defendants deny the allegations in Paragraph 59 of Plaintiffs' Original Complaint.
- 60. Defendants admit that Dr. Beswick was Assistant Dean for Research but otherwise deny the allegations in Paragraph 60 of Plaintiffs' Original Complaint.
- 61. Defendants deny the allegations in Paragraph 61 of Plaintiffs' Original Complaint.
- 62. Defendants deny the allegations in Paragraph 62 of Plaintiffs' Original Complaint.

- 63. Defendants deny the allegations in Paragraph 63 of Plaintiffs' Original Complaint.
- 64. Defendants deny the allegations in Paragraph 64 of Plaintiffs' Original Complaint.
- 65. Defendants deny the allegations in Paragraph 65 of Plaintiffs' Original Complaint.
- 66. Defendants deny the allegations in Paragraph 66 of Plaintiffs' Original Complaint.
- 67. Defendants deny the allegations in Paragraph 67 of Plaintiffs' Original Complaint.
- 68. Defendants deny the allegations in Paragraph 68 of Plaintiffs' Original Complaint.

C. Quantum Meruit

- 69. Defendants deny the allegations in Paragraph 69 of Plaintiffs' Original Complaint.
- 70. Defendants deny the allegations in Paragraph 70 of Plaintiffs' Original Complaint.
- 71. Defendants deny the allegations in Paragraph 71 of Plaintiffs' Original Complaint.
- 72. Defendants deny the allegations in Paragraph 72 of Plaintiffs' Original Complaint.

D. Attorney's Fees

73. Defendants are not required by Rule 8 to admit or deny Paragraph 73, but to the extent an admission or denial is required, Defendants deny Plaintiffs are entitled to recover attorneys' fees in this matter.

V. CONDITIONS PRECEDENT

74. Defendants lack knowledge or information sufficient to form a belief about the truth of the allegations in Paragraph 74 of Plaintiffs' Original Complaint, and therefore said allegations are denied.

VI. JURY TRIAL

75. Defendants are not required by Rule 8 to admit or deny Paragraph 75.

76. PRAYER

76. Defendants are not required by Rule 8 to admit or deny Plaintiffs' Prayer for Relief, but to the extent an admission or denial is required, Defendants deny Plaintiffs are entitled to recover damages or any other relief requested.

DEFENDANTS' DEFENSES AND AFFIRMATIVE DEFENSES

- 1. Based upon information and belief, this Court lacks subject matter jurisdiction over this lawsuit.
- 2. The Austin Division is not the most convenient venue for the parties and witnesses involved in this lawsuit.
- 3. Plaintiffs have failed to state a claim upon which relief can be granted.
- 4. Defendants deny Dr. Richard Beswick is a state actor or acted under color of State law, but in the unlikely event the Court finds Dr. Beswick is a state actor, Dr. Beswick is

entitled to qualified immunity under 42 U.S.C. §1983 because he acted under the objectively reasonable belief that his actions were within the scope of his official capacity and did not violate Plaintiffs' clearly established rights.

- 5. Scott & White Healthcare, Scott & White Memorial Hospital and Scott, Sherwood and Brindley Foundation's alleged actions may not be deemed State actions for purposes of 42 U.S.C. §1983 or any constitutional action, but in the unlikely event the Court finds Defendants' actions may be deemed State actions, Defendants are entitled to sovereign immunity.
- 6. Plaintiffs are unable to demonstrate a violation of a right secured by the Constitution or laws of the United States. In particular, Plaintiffs are unable to establish that they possessed a protected property interest in continued employment.
- 7. Plaintiffs were employees-at-will, and Texas law permitted that Plaintiffs' employment be terminated at any time with or without cause. Plaintiffs and Defendants did not enter into employment contracts that altered the employment-at-will doctrine.
- 8. Defendants had legitimate and non-retaliatory reasons for terminating Plaintiffs' employment.

DEFENDANTS' JURY DEMAND

Defendants hereby request a jury trial.

DEFENDANTS' PRAYER

WHEREFORE, PREMISES CONSIDERED, Defendants request Plaintiffs take nothing of and from this suit; that Defendants be entitled to all attorneys' fees, expert fees and costs of court; and for such other relief, both at law and in equity, to which Defendants may show themselves justly entitled.

DEFENDANTS' RESERVATION OF RIGHTS

To the extent permitted by law, Defendants reserve their rights to supplement and amend this Answer and to assert defenses and affirmative defenses as future discovery may warrant and require.

Respectfully Submitted,

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ATTORNEY FOR SCOTT & WHITE MEMORIAL HOSPITAL

CERTIFICATE OF SERVICE

I hereby certify that I electronically filed the foregoing document with the Clerk of the Court for the U.S. District Court, Western District of Texas, using the electronic case filing system of the Court. The electronic case filing system sent a "Notice of Electronic Filing" to the following attorneys of record who have consented in writing to accept this notice as service of this document by electronic means:

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